

# 2022 Quarterly Analysis – Q3 Corporate Fund Revenue / Expenditure City of Chicago

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City of Chicago  
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## 2022 Quarterly Analysis – Q3

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## Third Quarter Analysis – 2022

### REVENUES

The City of Chicago Office of Budget and Management (OBM) published the overview of the City's operating Corporate Fund expenditures and revenues for the month of September on February 15, 2023.<sup>1</sup> The report provides a summary of revenues received and transfers made in the City's corporate fund as well as expenditures and encumbrances through the third quarter of 2022. The revenue and expenditures through third quarter are compared to the annual 2022 budget. According to the report, the information contained therein is the most accurate information to date. The report notes the data on revenues and expenses are not final until the City completes the annual audit and the finalized Annual Report is issued. Therefore, the data is used for informational purposes only and do not reflect final audited data.

REVENUE SOURCES	YTD Budgeted	YTD Collected	Budget vs. Collected (\$)	Budget vs. Collected (%)
Personal Property Replacement Tax	\$ 97,460	\$ 292,175	\$ 194,715	199.8%
Transaction Taxes	\$ 400,605	\$ 530,581	\$ 129,976	32.4%
Utility Tax	\$ 239,924	\$ 272,031	\$ 32,107	13.4%
Other Revenue	\$ 81,273	\$ 103,500	\$ 22,227	27.3%
Recreation Taxes	\$ 191,725	\$ 207,934	\$ 16,209	8.5%
Chicago Sales Taxes	\$ 56,160	\$ 69,862	\$ 13,702	24.4%
Sales Tax Corporation	\$ 277,916	\$ 289,888	\$ 11,972	4.3%
Charges for Services	\$ 236,519	\$ 245,957	\$ 9,438	4.0%
Business Taxes	\$ 75,541	\$ 82,997	\$ 7,456	9.9%
Income Tax	\$ 230,988	\$ 236,681	\$ 5,693	2.5%
Leases, Rentals and Sales	\$ 8,491	\$ 12,617	\$ 4,126	48.6%
State Reimbursements	\$ 1,379	\$ 1,989	\$ 610	44.2%
Auto Rental Tax	\$ 1,787	\$ 2,147	\$ 360	20.1%
Municipal Parking	\$ 5,888	\$ 5,298	\$ (590)	-10.0%
Transportation Taxes	\$ 237,907	\$ 229,475	\$ (8,432)	-3.5%
Licenses, Permits, and Certificates	\$ 90,854	\$ 77,514	\$ (13,340)	-14.7%
Fines, Forfeitures, and Penalties	\$ 278,807	\$ 236,093	\$ (42,714)	-15.3%
Internal Service Earnings	\$ 310,068	\$ 207,913	\$ (102,155)	-32.9%
	<b>\$ 2,823,292</b>	<b>\$ 3,104,652</b>	<b>\$ 281,360</b>	10.0%

Revenue Category	YTD Budgeted	YTD Collected	Budget vs. Collected (\$)	Budget vs. Collected (%)
Total State Taxes / Revenues	\$ 331,614	\$ 532,992	\$ 201,378	60.7%
Total Local Tax	\$ 1,201,862	\$ 1,392,880	\$ 191,018	15.9%
Total Proceeds and Transfers	\$ 277,916	\$ 289,888	\$ 11,972	4.3%
Total Local Non Tax	\$ 1,011,900	\$ 888,892	\$ (123,008)	-12.2%
	<b>\$ 2,823,292</b>	<b>\$ 3,104,652</b>	<b>\$ 281,360</b>	10.0%

SOURCE: City of Chicago, Office of Budget and Management

NOTES: Revenue collection amounts as of September for Fiscal Year 2022 & 2021. Table may not sum due to rounding.

Amounts in Thousand(s)

Through September, total year-to-date revenue collections were higher than the annual budgeted amount by \$281.3 million, or 10%. The personal property replacement tax (PPRT) outperformed the planned budget by \$194,715 or 199.8%. Categorically the total state taxes/revenue was 60.7% higher than the YTD budgeted amount, in large part due to the personal property replacement tax that was 199.8% higher as well as state reimbursements which were 44.2% higher than budget. The YTD actual total local tax exceeded budget by which, with transaction taxes in that category exceeding budget by 32.4%. The actual YTD total local non-tax category was 12.2% less than budget due to fines, forfeitures, and penalties which came in at 15.3% less than budget, and licenses, permits, and certificates at 14.7% less than budget. Revenue sources are performing well against the YTD budget, local non-tax is currently less than the annual budget but well within striking distance to exceed the budget by year-end. As of September, revenue collected has outpaced the YTD budget by 10% or \$281,360.

REVENUE SOURCE	2021 YTD Actuals	2022 YTD Actuals	2022 vs 2021 (\$)	2022 vs 2021 (%)
Personal Property Replacement Tax	\$ 155,342	\$ 292,175	\$ 136,833	88.1%
Transaction Taxes	\$ 453,119	\$ 530,581	\$ 77,462	17.1%
Transportation Taxes	\$ 160,547	\$ 229,475	\$ 68,928	42.9%
Recreation Taxes	\$ 150,924	\$ 207,934	\$ 57,010	37.8%
Business Taxes	\$ 36,566	\$ 82,997	\$ 46,431	127.0%
Other Revenue	\$ 74,898	\$ 103,500	\$ 28,602	38.2%
Income Tax	\$ 214,234	\$ 236,681	\$ 22,447	10.5%
Utility Tax	\$ 250,038	\$ 272,031	\$ 21,993	8.8%
Chicago Sales Taxes	\$ 55,429	\$ 69,862	\$ 14,433	26.0%
Sales Tax Corporation	\$ 275,981	\$ 289,888	\$ 13,907	5.0%
Charges for Services	\$ 233,893	\$ 245,957	\$ 12,064	5.2%
Fines, Forfeitures, and Penalties	\$ 228,749	\$ 236,093	\$ 7,344	3.2%
Leases, Rentals and Sales	\$ 5,510	\$ 12,617	\$ 7,107	129.0%
Auto Rental Tax	\$ 1,450	\$ 2,147	\$ 697	48.1%
State Reimbursements	\$ 1,726	\$ 1,989	\$ 263	15.2%
Municipal Parking	\$ 5,530	\$ 5,298	\$ (232)	-4.2%
Licenses, Permits, and Certificates	\$ 82,913	\$ 77,514	\$ (5,399)	-6.5%
Internal Service Earnings	\$ 270,771	\$ 207,913	\$ (62,858)	-23.2%
	<b>\$2,657,620</b>	<b>\$3,104,652</b>	<b>\$ 447,032</b>	<b>16.8%</b>

SOURCE: City of Chicago, Office of Budget and Management

NOTES: Revenue collection amounts as of September for Fiscal Year 2022 & 2021. Table may not sum due to rounding.

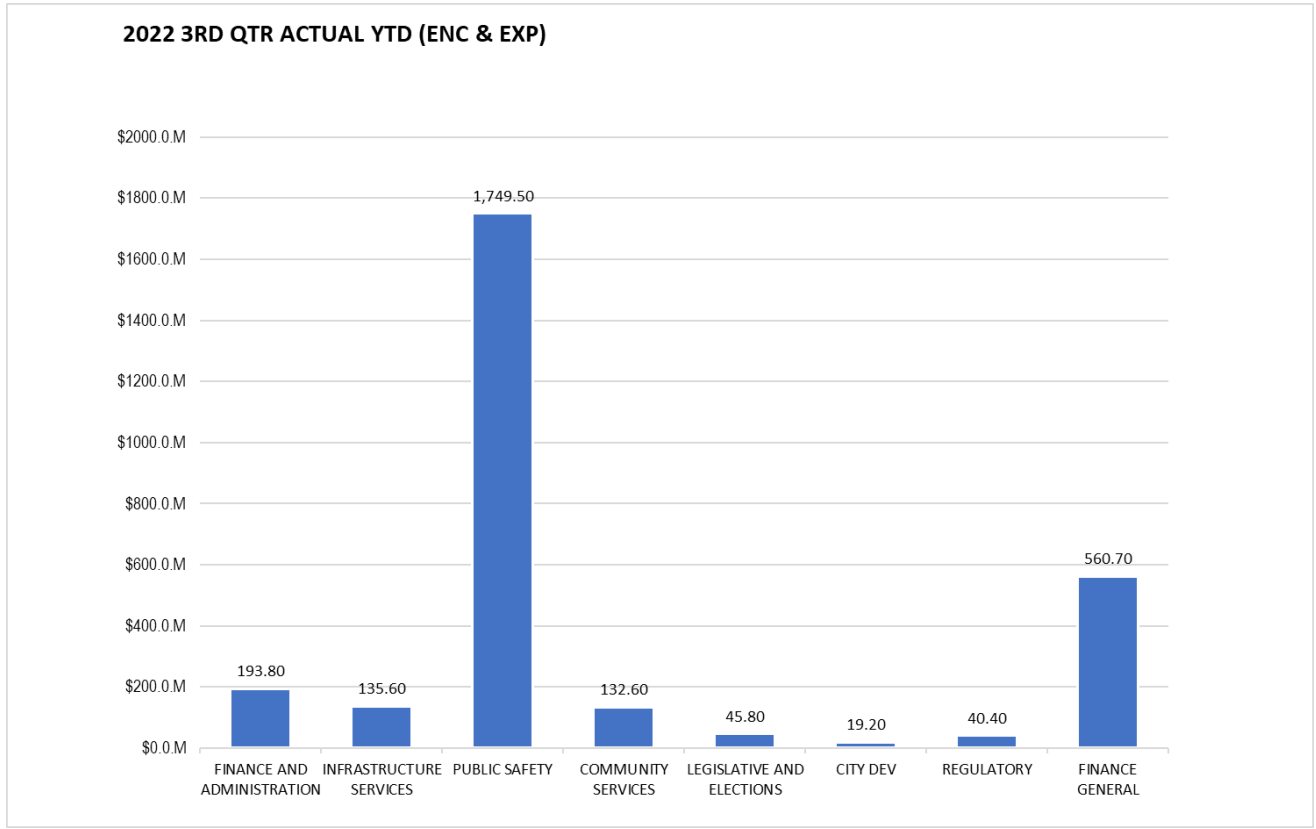
Amounts in Thousand(s)

When comparing the YTD collected in 3<sup>rd</sup> quarter of 2022 to the YTD collected in 3<sup>rd</sup> quarter of 2021, the 2022 collections exceeded 2021 actuals in all but three-line items: Municipal Parking (-4.2%), Licenses, Permits and Certificates (-6.5%), and Internal Service Earnings (-23.2%). Personal property replacement tax, transportation tax, and other revenue were higher than the 2021 actual 3<sup>rd</sup> quarter by 88.1%, 42.9%, and 38.2% respectively. Overall, 2022 YTD 3<sup>rd</sup> quarter collections were 16.8% or \$447,032 higher than the same period last year and are a favorable sign for the City's recovery from the impact of the pandemic.

## EXPENDITURES

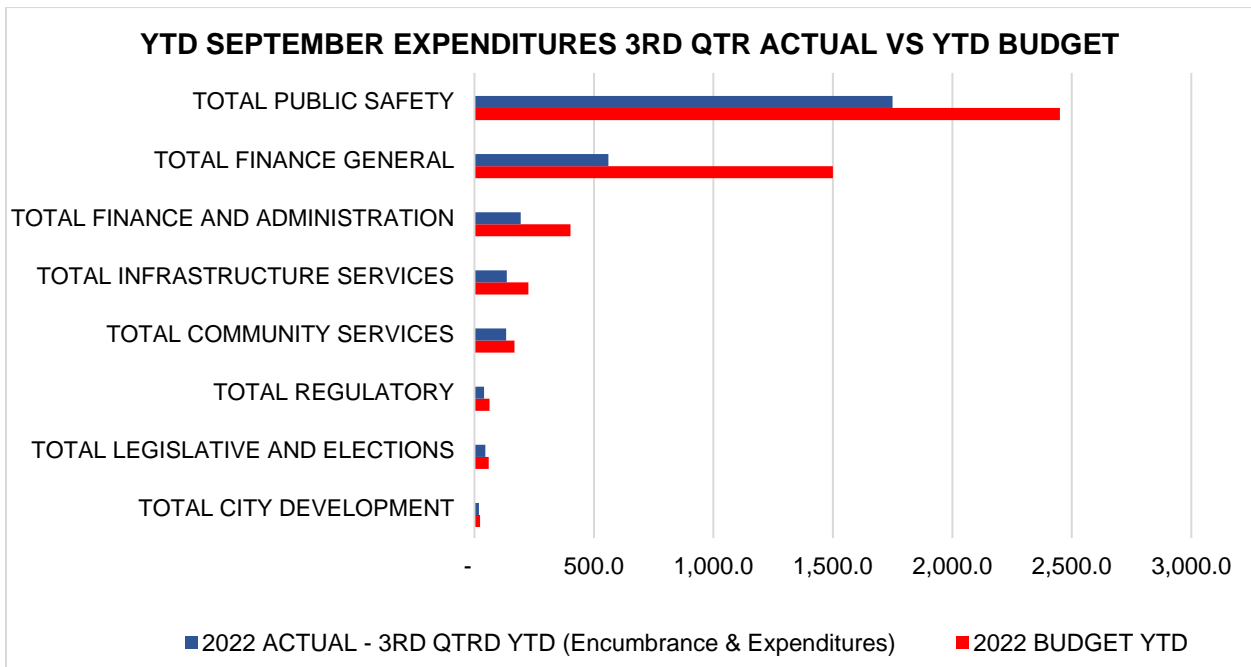
This section of the report contains an overview of Expenditures for January through September 2022 compared to the total departmental 2022 Corporate fund budget. The City does not provide expenditure budget estimates by a quarter due to fluctuations; these amounts are managed not to exceed the annual departmental budget appropriated by the department. Expenditures include funds that are encumbered, these are funds that may not yet be spent but are committed by the City. The data for expenditures is extracted from the City's financial management system.

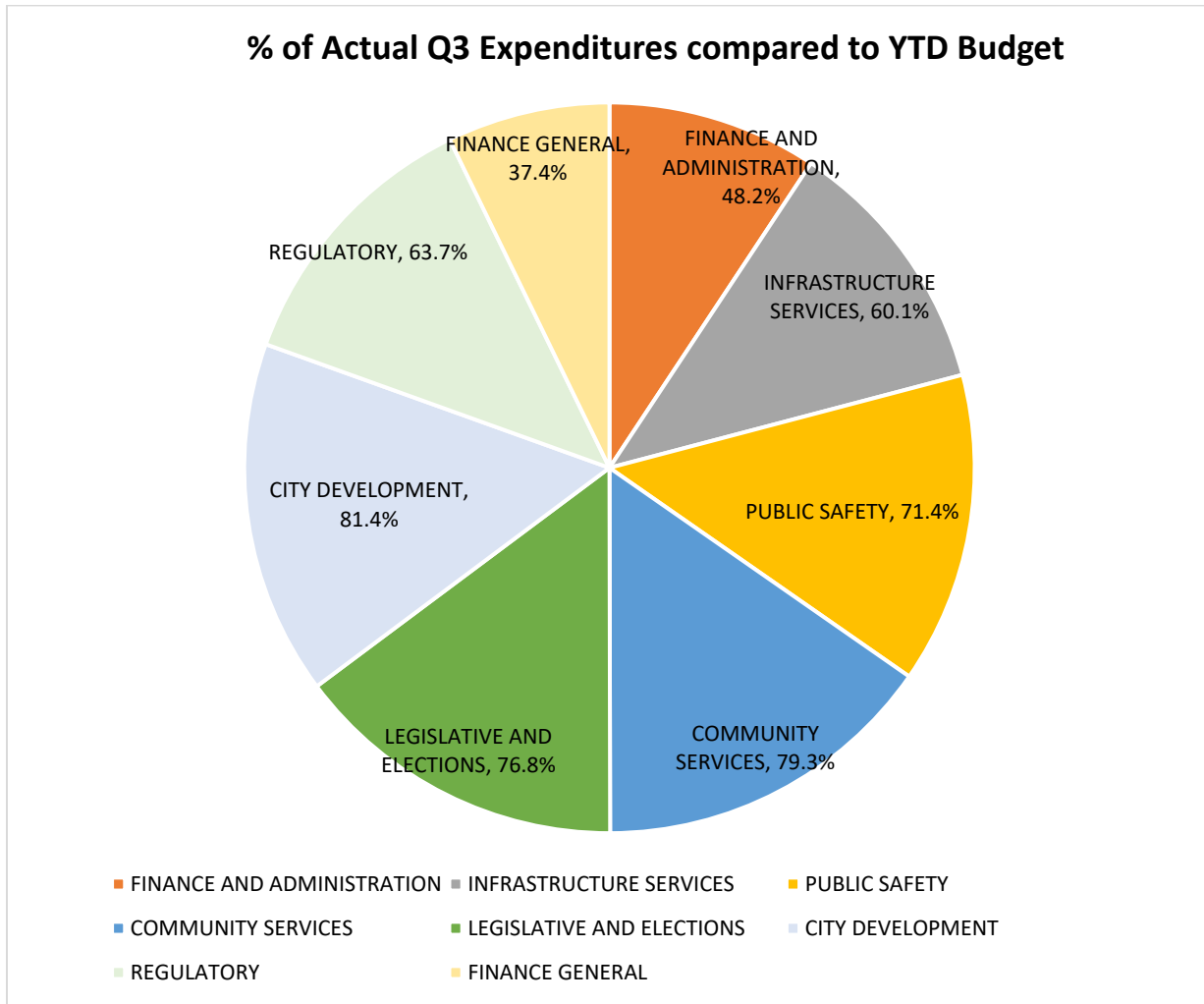
DEPARTMENT	2022 BUDGET	2022 Actual (ENC & EXP) -3RD QTR YTD	% Spent
<b>FINANCE AND ADMINISTRATION</b>			
001 - Office of the Mayor	11.10	7.50	67.6%
005 - Office of Budget and Management	3.30	1.60	48.5%
025 - City Clerk	4.40	2.30	52.3%
027 - Department of Finance	69.60	43.90	63.1%
028 - City Treasurer	2.20	1.60	72.7%
030 - Department of Administrative Hearing	8.20	4.60	56.1%
031 - Department of Law	31.80	18.90	59.4%
033- Department of Human Resources	7.20	4.70	65.3%
035 - Department of Procurement Services	7.80	3.60	46.2%
038 - Department of Assets, Information and Services	256.10	105.10	41.0%
<b>TOTAL FINANCE AND ADMINISTRATION</b>	<b>401.70</b>	<b>193.80</b>	<b>48.2%</b>
<b>INFRASTRUCTURE SERVICES</b>			
081 - Department of Streets and Sanitation	184.80	104.30	56.4%
084 - Chicago Department of Transportation	40.90	31.30	76.5%
<b>TOTAL INFRASTRUCTURE SERVICES</b>	<b>225.70</b>	<b>135.60</b>	<b>60.1%</b>
<b>PUBLIC SAFETY</b>			
051 - Office of Public Safety Administration	46.40	32.00	69.0%
055 - Police Board	0.60	0.40	66.7%
057 - Chicago Police Department	1,700.00	1,224.90	72.1%
058 - Office of Emergency Management and Communications	11.00	10.00	90.9%
059 - Chicago Fire Department	673.80	473.40	70.3%
060 - Civilian Office of Police Accountability	14.70	8.70	59.2%
062 - Community Commission for Public Safety and Accountability	3.40	0.10	2.9%
<b>TOTAL PUBLIC SAFETY</b>	<b>2,449.90</b>	<b>1,749.50</b>	<b>71.4%</b>
<b>COMMUNITY SERVICES</b>			
041 - Department of Public Health	64.10	40.30	62.9%
045 - Commission on Human Relations	1.20	0.70	58.3%
048 - Mayor's Office For People with Disabilities	2.50	1.60	64.0%
050 - Department of Family and Support Services	99.50	90.00	90.5%
<b>TOTAL COMMUNITY SERVICES</b>	<b>167.30</b>	<b>132.60</b>	<b>79.3%</b>
<b>LEGISLATIVE AND ELECTIONS</b>			
015 - City Council	33.80	20.00	59.2%
039 - Board of Election Commissioners	25.80	25.80	100.0%
<b>TOTAL LEGISLATIVE AND ELECTIONS</b>	<b>59.60</b>	<b>45.80</b>	<b>76.8%</b>
<b>CITY DEVELOPMENT</b>			
021 - Department of Housing	10.30	8.90	86.4%
054 - Department of Planning and Development	13.30	10.30	77.4%
<b>TOTAL CITY DEVELOPMENT</b>	<b>23.60</b>	<b>19.20</b>	<b>81.4%</b>
<b>REGULATORY</b>			
003 - Office Of Inspector General	11.70	6.00	51.3%
067 - Department of Buildings	22.40	14.40	64.3%
070 - Department of Business Affairs and Consumer Protection	21.00	14.90	71.0%
073 - Chicago Animal Care and Control	7.20	4.40	61.1%
077 - License Appeal Commission	0.20	0.10	50.0%
078 - Board of Ethics	0.90	0.60	66.7%
<b>TOTAL REGULATORY</b>	<b>63.40</b>	<b>40.40</b>	<b>63.7%</b>
<b>FINANCE GENERAL</b>			
099 - Finance General	1,500.00	560.70	37.4%
<b>TOTAL FINANCE GENERAL</b>	<b>1,500.00</b>	<b>560.70</b>	<b>37.4%</b>
<b>GRAND TOTAL</b>	<b>4,891.20</b>	<b>2,877.60</b>	<b>58.8%</b>



SOURCE: City of Chicago, Office of Budget and Management

NOTES: Corporate Fund Encumbrances & Expenditures as of September for Fiscal Year 2022. Table may not sum due to rounding.





SOURCE: City of Chicago, Office of Budget and Management

NOTES: Corporate Fund Encumbrances & Expenditures as of September for Fiscal Year 2022. Table may not sum due to rounding.

With respect to the expenditures by departmental category (Finance and Administration, Infrastructure Services, Public Safety, Community Services, Legislative and Elections, City Development, Regulatory, and Finance General) none of the categories exceed the 2022 Annual budget amounts. City development is at 81% of the annual budget and includes the Department of Housing (86.4% of the annual budget) and the Department of Planning and Development (77.4% of the annual budget). Due to the midterm election, the Board of Election Commissioners (department 039) is at 100% of the 2022 annual budget. The Office of Emergency Management and Communications is at 90.9% of the annual budget, and the Department of Family and Support Services is at 90.5% of the annual 2022 budget. Overall, the City is tracking 58.8% of the annual budget (annual budget \$4,891.2M vs expenditure/encumbrances \$2,877.6M) and is positioned to be at or below the budget amounts.



## SUMMARY

As previously mentioned in *COFA's 2022 Quarterly Analysis – Q2 Corporate Revenue Fund* report, the seasonality, timing, impact of the pandemic, and fluctuating economic conditions may stall Chicago's timeframe for a full recovery.<sup>2</sup> Although Chicago is trending favorably through September, we must remain cautiously optimistic.

The Annual Budget Forecast was published on August 10, 2022, which provided year-end estimates of expenditures and revenues in the Corporate Fund.<sup>3</sup> The expenditure totals do not tie to the City of Chicago Office of Budget and Management (OBM) report due to minor discrepancies in the calculation of the Legislation and Elections department totals. The City is projecting annual revenues will outpace the 2022 budget and expenditures will not exceed the 2022 budget, COFA will continue to monitor OBM's Corporate Fund revenue and expense reports to track the City's monthly and YTD revenue and expenditure data to ensure the City continues to track well against budget.

ENDNOTES:

<sup>1</sup>Office of Budget and Management. *City of Chicago Quarterly Reports for City Council*. City of Chicago. [www.chicago.gov](http://www.chicago.gov).

<sup>2</sup>Council Office of Financial Analysis, (2022, Aug 31). *2022 Quarterly Analysis – Q2 Corporate Revenue Fund*. [www.chicago.gov](http://www.chicago.gov).

<sup>3</sup>City of Chicago. (2022.August 10). *2023 Budget Forecast*. [www.chicago.gov](http://www.chicago.gov)